

RECEIVED
LEGISLATIVE ACTION
200 DEC 29 AM 10:04

**VILLAGE OF CHOUDRANT
CHOUDRANT, LOUISIANA**

**GENERAL PURPOSE FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REPORT
AS OF AND FOR THE TWO YEARS ENDED
JUNE 30, 1990**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the clerk and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date February 1991

VILLAGE OF CHOUDRANT
CHOUDRANT, LOUISIANA

GENERAL PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE TWO YEARS ENDED JUNE 30, 2000

CONTENTS

	PAGE
FINANCIAL SECTION	
INDEPENDENT AUDITOR'S REPORT	2-3
GENERAL PURPOSE FINANCIAL STATEMENTS	
Combined Balance Sheet--All Fund Types and Account Groups	5-8
Combined Statement of Revenues, Expenditures, & Changes in Fund Balances - All Governmental Fund Types	
For the year ended June 30,2000	9
For the year ended June 30,1999	10
Combined Statement of Revenues, Expenditures, & Changes in Fund Balances - Budget (GAAP Basis) & Actual - All Governmental Fund Types	
For the year ended June 30,2000	11-12
For the year ended June 30,1999	13-14
Statement of Revenues, Expenditures, & Changes in Retained Earnings - Proprietary Fund Type	15
Statement of Cash Flows - Proprietary Fund Type	16-17
Notes to Financial Statements	18-21

**VILLAGE OF CHOUDRANT
CHOUDRANT, LOUISIANA**

**GENERAL PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE TWO YEARS ENDED JUNE 30, 2000**

CONTENTS

SINGLE AUDIT SECTION

Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	34-39
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A - 133	37-38
Schedule of Findings and Question Costs	39
Management's Corrective Action Plan	40
Questioned Costs	41
Corrective Action Taken On Prior Year Findings	42
Schedule of Federal Financial Assistance	43

FINANCIAL SECTION

RADIAN L. HENNINGAN
Certified Public Accountant
1500 Goodwin Road, Suite 1
Baton Rouge, LA 71279
318-255-0935

Independent Auditor's Report

To the Board of Aldermen
Village of Choudrant
Choudrant, La. 71227

I have audited the accompanying general purpose financial statements of the Village of Choudrant, Louisiana as of June 30, 2008, and for the two years then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of Village of Choudrant, Louisiana, management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Village of Choudrant, Louisiana as of June 30, 2008, and the results of its operations and its cash flows of its proprietary fund types for the two years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued my report dated December 10, 2008, on my consideration of Village of Choudrant, Louisiana's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants.

My audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local*

Governments, and Non-Profit Organizations, and is not a required part of the general purpose financial statements of villages of Choudrant, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and, in my opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

Respectfully,



Radlan L. Hrenigan
Certified Public Accountant

Choudrant, Louisiana
December 19, 2008

GENERAL PURPOSE FINANCIAL STATEMENTS

VILLAGE OF CHOUDRANT, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2008

	GOVERNMENTAL FUND TYPES		
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS
<u>ASSETS</u>			
Cash	\$ 29,585	\$ 80,948	\$ 582
Investments, at Cost	108,262	-	-
Accounts Receivable	-	-	32,964
Prepaid Expenses	5,342	1,018	-
Due from Other Funds	13,145	5,562	-
Property, Plant & Equipment Net	-	-	-
TOTAL ASSETS	\$ 151,530	\$ 86,621	\$ 33,896
<u>LIABILITIES & FUND EQUITY</u>			
<u>LIABILITIES</u>			
Overdraft	\$ -	\$ -	\$ -
Accounts Payable	2,727	284	30,964
Due to Other Funds	978	173	13,779
Minor Deposits	-	-	-
Liabilities Payable from Restricted Assets			
Current Portion of Long Term Debt	-	-	-
Revenue Bond Interest Payable	-	-	-
Revenue Bond Payable	-	-	-
TOTAL LIABILITIES	3,705	457	44,743

The accompanying notes are an integral part of these statements.

VILLAGE OF CHOUDRANT, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2000

PROPRIETARY FUND TYPE	ACCOUNT GROUP GENERAL FIXED ASSETS	TOTALS (MEMORANDUM ONLY)	
		JUNE 30 2000	JUNE 30 1999
\$ 16,134	\$ -	\$ 136,867	\$ 183,819
30,800	"	135,263	99,819
9,840	"	42,804	18,394
410	"	6,963	2,839
15,702	"	32,408	31,429
<u>1,699,063</u>	<u>678,345</u>	<u>2,337,408</u>	<u>1,988,683</u>
<u>\$ 1,731,348</u>	<u>\$ 678,345</u>	<u>\$2,681,711</u>	<u>\$2,317,172</u>
\$ 30	\$ -	\$ 30	\$ -
9,625	"	18,210	8,329
13,480	"	32,409	31,430
3,655	"	3,655	3,480
30,800	"	30,800	9,800
5,560	"	5,560	5,740
268,000	"	268,000	238,000
<u>310,350</u>	<u>-</u>	<u>361,164</u>	<u>337,179</u>

The accompanying notes are an integral part of these statements.

VILLAGE OF CHOUDRANT, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2008

	GOVERNMENTAL FUND TYPES		
	<u>GENERAL</u>	<u>SPECIAL REVENUE</u>	<u>CAPITAL PROJECTS</u>
FUND EQUITY			
Contributed Capital	-	-	-
Investment in General Fixed Assets	-	-	-
 RETAINED EARNINGS			
Unreserved	-	-	-
 FUND BALANCE			
Unreserved			
Undesignated	<u>147,827</u>	<u>86,214</u>	<u>(12,888)</u>
 TOTAL FUND EQUITY	<u>147,827</u>	<u>86,214</u>	<u>(12,888)</u>
 TOTAL LIABILITIES & FUND EQUITY	<u>\$ 151,590</u>	<u>\$ 86,621</u>	<u>\$ 33,866</u>

The accompanying notes are an integral part of these statements.

VILLAGE OF CHOUDRANT, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2008

PROPRIETARY FUND TYPE	ACCOUNT GROUP	TOTALS	
		(MEMORANDUM ONLY)	
	GENERAL FIXED	JUNE 30 2008	JUNE 30 2007
ENTERPRISE	ASSETS		
1,769,906	-	1,769,906	1,683,768
-	678,345	678,345	379,014
(348,307)	-	(348,387)	(210,738)
-	-	221,273	(12,781)
1,421,599	678,345	2,129,917	2,009,838
\$ 1,733,349	\$ 678,345	\$2,681,211	\$2,517,372

The accompanying notes are an integral part of these statements.

VILLAGE OF CHIBBIANT, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED
JUNE 30, 2009

	GOVERNMENTAL FUND			TOTALS	
	TYPE			PERMANENT ONLY	
	GENERAL	SPF(141) REVENUES	CAPITAL PROJECTS	FUND (4) TOTAL	FUND TOTAL
REVENUES					
Licenses & Permits	\$ 14,014	\$ -	\$ -	\$ 14,014	\$ 14,014
Investment Income	1,443	-	-	1,443	1,443
Intergovernmental	7,289	-	441,320	450,000	450,438
Charges for Services	-	24,604	-	24,604	24,604
Miscellaneous	1,075	-	-	1,075	668
TOTAL REVENUES	23,821	24,604	441,320	490,814	594,968
EXPENDITURES					
Current					
General Government	22,497	-	0	22,497	26,856
Public Safety	15,160	-	-	15,160	9,760
Public Services	-	16,928	-	16,928	15,681
Capital Outlay	5,021	2,609	441,321	451,850	180,579
TOTAL EXPENDITURES	42,678	19,537	441,321	503,536	332,876
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	11,143	5,067	(1,001)	25,166	2,491
OTHER FINANCING SOURCES (USES)					
Operating Transfers from Other Funds	-	-	48	48	58
Operating Transfers to Other Funds	(48)	-	-	(48)	(106)
NET OTHER FINANCING SOURCES (USES)	(48)	-	48	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	10,795	5,067	(1,000)	25,166	2,491
FUND BALANCE, JULY 1	176,123	75,182	(11,888)	340,407	189,441
FUND BALANCE, JUNE 30	186,918	80,249	2,112,072	2,341,789	2,187,155

The accompanying notes are an integral part of these statements.

VILLAGE OF CHOUHANT, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED
JUNE 30, 1999

	GOVERNMENTAL FUND			TOTALS	
	TYPES			(MEMORANDUM ONLY)	
	GENERAL	SPECIAL	CAPITAL	JUNE 30, 1998	JUNE 30, 1999
		REVENUE	PROJECTS		
REVENUES					
Licenses & Permits	\$ 34,122	\$ -	\$ -	\$ 34,122	\$ 32,175
Investment Income	3,602	-	-	3,602	4,735
Intergovernmental	7,902	-	92,834	100,436	8,382
Charges for Services	-	23,339	-	23,338	12,915
Miscellaneous	668	-	-	668	8,211
TOTAL REVENUES	46,294	23,339	92,834	164,368	76,343
EXPENDITURES					
Current:					
General Government	38,764	-	92	38,856	33,381
Public Safety	9,790	-	-	9,790	11,378
Public Services	-	15,621	-	15,621	22,881
Capital Outlay	7,740	5,478	83,224	96,439	82,588
TOTAL EXPENDITURES	46,294	21,100	83,246	158,796	251,288
EXCESS (DEFICIENCY) OF REVENUES					
OVER EXPENDITURES	46	2,238	928	2,402	12,585
OTHER FINANCING SOURCES (USES)					
Operating Transfers from Other Funds	-	-	58	58	-
Operating Transfers to Other Funds	(282)	-	-	(282)	-
NET OTHER FINANCING SOURCES (USES)	(282)	-	58	-	-
EXCESS (DEFICIENCY) OF REVENUES AND					
OTHER SOURCES OVER EXPENDITURES	(236)	2,238	986	5,460	12,585
FUND BALANCES, JULY 1	136,317	87,804	(11,965)	192,487	176,983
FUND BALANCES, JUNE 30	\$ 136,081	\$ 79,142	\$ (11,389)	\$ 197,875	\$ 193,487

VILLAGE OF CHOUDRANT, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
YEAR ENDED JUNE 30, 2008

	<u>GOVERNMENTAL FUNDS</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<u>REVENUES</u>			
Licenses & Permits	\$ 39,000	\$ 38,888	\$ (112)
Government Income	1,000	5,343	4,343
Intergovernmental	7,000	7,200	(200)
Charges for services	-	-	-
Miscellaneous	01	1,815	1,008
TOTAL REVENUES	<u>47,001</u>	<u>53,246</u>	<u>6,245</u>
<u>EXPENDITURES</u>			
Current:			
General Government	36,544	33,047	3,497
Public Safety	13,900	13,800	(100)
Public Services	-	-	-
Capital Outlay	3,000	4,913	(1,913)
TOTAL EXPENDITURES	<u>53,444</u>	<u>51,760</u>	<u>1,684</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>	<u>1,261</u>	<u>11,486</u>	<u>9,425</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Operating Transfers from other funds	-	-	-
Operating Transfers to other funds	-	(48)	(48)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(48)</u>	<u>(48)</u>
<u>EXCESS (DEFICIENCY) OF REVENUES & OTHER SOURCES OVER EXPENDITURES & OTHER USES</u>	<u>1,261</u>	<u>11,438</u>	<u>9,473</u>
FUND BALANCES, BEGINNING	<u>136,311</u>	<u>136,311</u>	
FUND BALANCES, ENDING	<u>\$ 137,572</u>	<u>\$ 147,749</u>	

The accompanying notes are an integral part of these statements.

VILLAGE OF CHOUDRANT, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASED) AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
YEAR ENDED JUNE 30, 1999

	ORIGINAL FUND		
	BUDGET	ACTUAL	VAR (DIFF) FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Licenses & Permits	\$ 20,616	\$ 19,212	\$ 1,404
Investment Income	15,471	5,000	10,471
Intergovernmental	7,284	7,802	518
Charges for services	-	-	-
Miscellaneous	682	689	7
TOTAL REVENUES	43,973	42,703	(1,270)
<u>EXPENDITURES</u>			
Current:			
General Government	30,779	35,764	4,985
Public Safety	6,836	9,560	(2,724)
Public Services	-	-	-
Capital Outlay	4,181	7,784	(3,603)
TOTAL EXPENDITURES	41,896	45,108	(3,212)
<u>EXCESS (DEFICIENCY) OF REVENUES</u> <u>OVER EXPENDITURES</u>	2,144	46	(2,118)
<u>OTHER FINANCING SOURCES (USE)</u>			
Operating Transfers from other funds			
Operating Transfers to other funds		(250)	250
NET OTHER FINANCING SOURCES (USES)	-	(250)	-
<u>EXCESS (DEFICIENCY) OF REVENUES</u> <u>& OTHER SOURCES OVER</u> <u>EXPENDITURES & OTHER USES</u>	2,144	46	(2,118)
FUND BALANCES, BEGINNING	136,117	136,117	
FUND BALANCES, ENDING	\$ 140,282	\$ 136,123	

VILLAGE OF CHOUDRANT, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
YEAR ENDED JUNE 30, 1999

SPRINT REVENUE			TOTALS		
FUNDS			EXPENDITURES (GAAP)		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ -	\$ -	\$ -	\$ 36,604	\$ 34,100	\$ 2,504
-	-	-	56,471	3,000	53,471
-	-	-	1,184	3,900	2,716
11,681	19,119	11,688	11,681	28,119	11,688
-	-	-	608	608	608
11,681	19,119	11,688	68,868	70,736	11,868
-	-	-	18,779	18,764	1,015
-	-	-	8,876	9,790	9,014
12,880	15,631	(2,749)	11,880	15,631	(3,749)
2,757	4,870	(2,113)	8,888	12,363	(3,475)
14,617	20,181	(5,482)	65,415	66,490	(1,075)
(7,968)	9,108	8,266	4,377	1,284	3,093
-	-	-	-	(58)	-
-	-	-	-	(58)	-
-	-	-	-	(58)	-
(2,968)	8,288	\$ 8,288	4,187	9,218	\$ 5,031
67,924	67,924		308,640	308,641	
\$ 64,956	\$ 71,163		\$ 308,348	\$ 309,283	

VILLAGE OF CHOUDRANT, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENSES, CHANGES IN
RETAINED EARNINGS - PROPRIETARY FUND TYPE
YEAR ENDED JUNE 30, 2009 AND 2008

	<u>YEAR ENDED JUNE 30</u>	
	2009	2008
OPERATING REVENUES		
Charges for Services		
Water & Sewer Sales	<u>\$ 85,371</u>	<u>\$ 88,173</u>
OPERATING EXPENSES		
Accounting	343	3,363
Advertising	65	38
Depreciation	182,034	147,032
Fuels	325	325
Insurance	492	482
Labor	1,168	1,366
Materials	0	988
Miscellaneous	3,084	1,388
Repairs	12,634	2,432
Supplies	12,020	8,442
Payroll - Expenses	12,096	4,366
Utilities - Water & Sewer Pumps	<u>25,797</u>	<u>12,699</u>
TOTAL OPERATING EXPENSES	<u>219,548</u>	<u>188,553</u>
TOTAL OPERATING INCOME (LOSS)	<u>(128,877)</u>	<u>(88,376)</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest Income	568	1,526
Interest Expense	<u>(12,840)</u>	<u>(12,580)</u>
NET NON-OPERATING REVENUES (EXPENSES)	<u>(16,872)</u>	<u>(16,434)</u>
NET INCOME (LOSS)	<u>(128,549)</u>	<u>(104,810)</u>
RETAINED EARNINGS (DEFICIT), BEGINNING	<u>(210,758)</u>	<u>(105,928)</u>
RETAINED EARNINGS (DEFICIT), ENDED	<u><u>\$ (348,307)</u></u>	<u><u>\$ (210,758)</u></u>

The accompanying notes are an integral part of these statements.

VILLAGE OF CHOUBRANT, LOUISIANA
COMBINED STATEMENT OF CASH FLOWS
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2009 AND 1999

	Year Ended June 30	
	2009	1999
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (137,349)	\$ (104,830)
Adjustments to Reconcile Net Income (Loss) to Net Cash Provided by Operating Activities:		
Depreciation	132,834	147,822
Changes in Assets & Liabilities		
Accounts Receivable	555	(240)
Due To/From Other Funds	979	(580)
Accrued Interest Payable	(180)	(180)
Accounts Payable	987	(1,689)
Meter Deposits Payable	175	280
Sales Tax Payable	(21)	21
Payroll Liabilities	52	56
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>17,846</u>	<u>33,846</u>
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES		
Purchase of Equipment	(201,438)	(60,898)
Grant Proceeds	155,346	18,980
Principal paid on Bonds	<u>(9,080)</u>	<u>(9,080)</u>

The accompanying notes are an integral part of these statements.

VILLAGE OF CHOUDRANT, LOUISIANA
COMBINED STATEMENT OF CASH FLOWS
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2000 AND 1999

	Year Ended June 30	
	2000	1999
NET CASH FLOWS FROM CAPITAL & FINANCING ACTIVITIES	(54,884)	(52,998)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(37,844)	(13,148)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>84,148</u>	<u>97,293</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 46,304</u>	<u>\$ 84,148</u>

The accompanying notes are an integral part of these statements.

VILLAGE OF CHODRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Chodrant, Louisiana was reorganized in 1945, under the provisions of the Louisiana Act. The Village operates under a Mayor-Board of Aldermen form of government.

The financial statements of the Village have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units, except as noted elsewhere in this report. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Reporting Entity

In evaluating how to define the Village's reporting entity, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basis—but not the only—criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public services. Application of this criterion involves considering whether the activity benefits the Village and/or its citizens, or whether the activity is conducted within the geographic boundaries of the Village and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the Chodrant Volunteer Fire Department has been included within the General Fund.

This report includes all funds and account groups which meet the above criteria. No other potential component units have been included or excluded in this report.

VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2008

B. Fund Accounting.

The Village uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into two categories: governmental and proprietary. Each category, in turn, is divided into separate "fund types," as described below.

(1) General Fund Types

These are the funds through which most governmental functions typically are financed. The funds included in this category are as follows:

a. General Fund

This fund is established to account for resources devoted to financing the general services that the Village performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the Village are included in this fund. The fund is charged with all cost of operating the government for which a separate fund has not been established.

b. Special Revenue Funds

These funds are established to account for the proceeds of specific revenue sources other than expendable trusts or major capital projects that are legally restricted to expenditures for specified purposes.

c. Capital Projects Funds

Capital Projects Funds are used to account for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). Principal sources of revenue are municipal long-term debt proceeds, interest income and various types of grants.

VILLAGE OF CHLOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2000

(2) **Proprietary Fund Types**

These funds account for operations that are organized to be self-supporting through user charges. Included in this category are the Enterprise Funds.

a. **Enterprise Funds**

These funds are established to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

(3) **General Fixed Assets Account Group**

This is not a fund but rather an account group that is used to account for general fixed assets acquired principally for general purposes and excludes fixed assets in the Enterprise funds.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included in the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

Proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred.

**VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2000**

These revenues susceptible to accrual are franchise taxes, solid waste distribution, interest revenue, grants and charges for services.

The accrual basis of accounting is utilized by proprietary fund type. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The Village reports deferred revenue (water revenue paid in advance) on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

D. Budgetary Data

Formal budgetary accounting is employed as a management control for the General, Special Revenue and Enterprise Funds of the Village. Annual operating budgets are adopted each fiscal year through passage of an annual budget ordinance and amended as required, and the same basis of accounting is used to reflect actual revenues and expenditures/expenses recognized on a generally accepted accounting principles basis. A budget for the Capital Projects fund is not adopted and is therefore not presented in the accompanying combined and combining financial statements. Budgetary control is exercised at the departmental level or by project.

All unencumbered budget appropriations lapse at the end of each fiscal year.

F. Cash & Cash Equivalents

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the government. Certificates of deposit and other securities with original maturities over three months are classified as short-term investments and stated at cost, which approximates market value.

**VILLAGE OF CHOUBRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2000**

9. Receivables

All receivables are reported at their gross value. The Village uses the direct charge off method for uncollectible accounts rather than an allowance for such losses. This method is not in accordance with generally accepted accounting principles. However, when use of this method has little effect on the financial statements, it is not a departure from GAAP.

10. Due to and Due From Other Funds

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

11. Interest Receivable

Interest on investments is recorded as revenue in the year the interest is earned and is available to pay liabilities of the current period.

12. Fixed Assets

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and replacement are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All fixed assets are stated at cost except assets acquired by gift or bequest which are recorded at their fair market value on the date of transfer.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are capitalized

VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2008

Assets in the general fixed assets account group are not depreciated. Depreciation of buildings and equipment in the proprietary fund type is computed using the straight-line method.

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project with interest earned on invested proceeds over the same period.

J. Expenditure Recognition

Inventory items (materials and supplies) are considered expenditures when purchased (purchase method) due to the insignificant amounts.

K. Compensated Absences

No accrual was made as prescribed in FASB 43 for employees compensation for future absences (vacation pay) since these rights do not vest or accumulate.

L. Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds.

M. Memorandum Only - Total Columns

Total columns on the general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2009**

N. Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the government's financial position and operations. However, comparative data have not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

2. STEWARDSHIP, COMPLIANCE & ACCOUNTABILITY

GAAP requires that general purpose financial statements include a combined statement of revenues, expenditures, and changes in fund balances (budget and actual) for the general and special revenue fund types and for similar governmental fund types for which annual budgets have been legally adopted. Annual budgets were legally adopted for the General Fund, Special Revenue Fund and the Enterprise Funds.

3. CASH & INVESTMENTS

CASH

At year end, the Village's deposits of \$262,597 were fully insured by federal depository insurance or collateralized by pledged securities of the depository bank.

The Village is authorized to make direct investments in United States government bonds, treasury notes, treasury bills or certificates, or time certificates of deposit of state banks organized under the laws of Louisiana and national banks having their principal office in the state of Louisiana or any other federally insured institution, or in guaranteed investment contracts issued by a financial institution having one of the two highest rating categories or in mutual or trust fund institutions which are registered with the SEC and which have underlying investments consisting solely of and limited to securities of government or its agencies.

The Village's investments are categorized below to give an indication of the level of risk assumed by the Village at year end. Category 1 provides for investments insured or registered, or securities held by the Village or its agents in the Village's name. Category 2 provides for uninsured and unregistered securities held by the counterparty's trust department.

**VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2000**

or agent in the Village's name. Category 3 includes uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the Village's name. (In accordance with GASB 3, this category includes certificates of deposit or money market accounts that are collateralized with securities held by the pledging financial institution or by its trust department or agent but not in the Village's name although balances so collateralized meet the requirements of state law. Of the amount shown in Category 3, \$133,262.00 is collateralized by securities held by the pledging financial institution's agent but not in the Village's name.)

	CATEGORY			CARRYING AMOUNT	MARKET VALUE
	1	2	3		
Savings and Certificates of deposit	\$—0—	\$—0—	\$133,262	\$133,262—	\$133,262

4. RESTRICTED ASSETS

Under the provisions of the 1997 Water Revenue Bonds, the Village of Choudrant, by proper ordinances and/or resolutions has pledged to fix water rates as will always provide revenues sufficient to pay reasonable and necessary expenses of operating and maintaining the system, the principle and interest falling due in each year, and all reserves sinking funds or other payments required by resolution. Revenues in each year, after paying all reasonable and necessary expenses of operating and maintaining the system, at least equal to 100% of the largest amount of principle and interest falling due on the Bonds in any future year.

Income and revenues are to be deposited daily in a separate bank account with the designated fiscal agent and designated as the Waterworks Revenue fund. The Revenue fund shall be maintained and administered in the following order of priority and for the following express purposes:

1. Payment of all reasonable and necessary expenses of operating and maintaining the System.

**VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2000**

2. The establishment and maintenance of a "Water System Revenue Bond Sinking fund." The Revenue Fund is to transfer monthly on or before the 20th day of each month, commencing in March 1997, a sum equal to $1/6^{th}$ of the interest falling due on the next interest payment date and $1/12^{th}$ of the principle falling due on the next principle payment date with regards to the Bonds. The Village of Choudrant shall transfer from the Sinking Fund at least three days in advance of each interest payment date to the agent bank, funds fully sufficient to pay promptly the principal and interest.

3. The establishment and maintenance of a "Reserve fund" by depositing monthly on or before the 20th day of each month, commencing March 1997, a sum equal to 10% of the amount to be paid into the Sinking fund. The payments into the Reserve fund are to continue until such time as there has been an accumulated sum equal to the Reserve fund Requirement. (The maximum principle and interest due in any future year (\$26,900 in fiscal year 2016)). The money in the Reserve fund shall be retained solely for the purpose of paying principal and interest on the Bonds which would otherwise be in default.

4. The establishment of a "Waterworks Depreciation and Contingency Fund" to care for extensions, additions, improvements, renewals and replacements necessary to properly operate the system. The Village of Choudrant shall transfer monthly from the Revenue fund on or before the 20th of the month, commencing March 1997, a sum equal to 10% of the Revenue for the preceding month. Such payments are to continue until the sum of \$15,000 has been accumulated. The money shall never be used for making improvements and extensions to the system if the use of the money will leave less the fund with less than \$2500.

As of June 30, 2000, the Village of Choudrant had not established any of the required restricted asset accounts except the Revenue fund. As of June 30, 2000, the following accounts were under funded by:

Water System Revenue Bond Sinking Fund	\$8,891
Reserve Fund	\$9,473
Waterworks Depreciation & Contingency Fund	\$13,000

VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2000

5. RECEIVABLES

Receivables at June 30, 2000 consist of the following:

	Receivables		
	Accounts	Intergovernmental	Total
General	\$ -0-	\$ -0-	\$ -0-
Special Revenue	-0-	-0-	-0-
Enterprise	9,840	-0-	9,840
Capital Project	-0-	12,864	12,864
Totals	<u>\$ 9,840</u>	<u>\$ 12,864</u>	<u>\$ 22,704</u>

6. FIXED ASSETS

The following is a summary of changes in the General Fixed Assets account group during the fiscal year:

	Balance 6-30-99	Additions (Deletions)	Additions (Deletions)	Balance 6-30-00
Buildings	\$ 20,375	\$ -0-	\$ -0-	\$ 20,375
Improvements Other than Buildings	144,554	-0-	1,502	146,056
Equipment	128,268	83,483	293,729	511,618
Total General Fixed Assets	<u>\$293,201</u>	<u>\$83,483</u>	<u>\$295,231</u>	<u>\$671,914</u>

VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2008

The following is a summary of proprietary fund-type assets at June 30, 2008:

	Enterprise Fund
Water Wells & Tanks	\$ 531,130
Vehicles	1,366
Sewerage Distribution System	1,912,471
Land	39,281
Water Well Distribution System	644,399
Storm Water Treatment Plant	174,446
Office Equipment	3,936
Equipment	51,384
Total	3,408,597
Accumulated Depreciation	(273,334)
Total	<u>\$1,659,063</u>

In proprietary funds, the following estimated useful lives are used to compute depreciation:

Improvements Other Than Buildings	10-40 Years
Equipment	5 Years

Depreciation on the proprietary fund totaled \$152,004 for the fiscal year.

7. INTERFUND ASSETS/LIABILITIES

	INTERFUND RECEIVABLES	INTERFUND PAYABLES
SOLID WASTE FUND	\$ 3,564	\$ 173
WATER	15,702	13,480
GENERAL FUND	11,143	876
SPECIAL PROJECTS	_____	13,720
TOTALS	<u>\$32,409</u>	<u>\$32,409</u>

**VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2009**

8. LONG-TERM DEBT

Revenue Bonds

Revenue Bonds outstanding consist of debt issued by the Water Fund. Facilities and revenues of the Water Fund are pledged for the payment of revenue bond debt service.

The following is a summary of changes in long-term for the two years ended June 30, 2008:

Description	Amount of Original Issue	Final Maturity	Interest Rate	Balance July 1	Retired	Balance June 30
Revenue Bonds	\$308,800	March 1, 2017	6%	\$296,800	\$9,080	\$287,080
				\$287,800	\$9,080	\$278,080

The annual debt service requirements to maturity, including principal and interest, for long-term debt as of June 30 are as follows:

Year Ending 6/30	
2009	\$26,680
2010	26,880
2011	26,480
2012	26,820
2013	26,100
Thereafter	<u>318,880</u>
Total Principal and Interest	451,040
Less Interest Liability as of June 30, 2008	<u>(173,840)</u>
	<u>\$278,800</u>

**VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2000**

9. CONTRIBUTED CAPITAL

Contributed Capital consists of the following:

Louisiana Community Block Grant	\$ 174,445
Federal Grant – HRD	1,266,178
Federal Grant – EPA	6,000
Contributed by General Fund	____168,655
Total	\$1,769,306

10. WATER & SEWER REVENUE

The Village has approximately 274 customers on the Village Waterworks system. These metered customers are charged according to the following rate table:

Up to 4,000 gallons	\$.00 Minimum
Next 96,000 gallons	1.00 per 1,000 gallons
All over 100,000 gallons	.75 per 1,000 gallons

The Village offers sewer service within the Village limits to its citizens. The sewer service is paid for with a flat fee of \$12 per month. There are approximately 117 customers currently on the sewer system.

11. COMPENSATION PAID TO COUNCIL MEMBERS

Per diem paid to the Council Members for the current year is as follows:

Joe B. Aswell	\$120
Wayne Brooks	120
B. W. Hogan	120
Total	\$360

**VILLAGE OF CHOUDRANT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2009**

12. COMMITMENTS AND CONTINGENCIES

Grant/Audit

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

Litigation

The management of the Village is unaware of any pending or threatened litigation involving the Village of Choudrant.

13. METER DEPOSITS PAYABLE, ENTERPRISE FUND

The Village maintains a customer Deposit fund. These monies are collected from new water and sewer customers, as follows:

- \$10 - Water Customer
- \$10 - Sewer Customer

These deposits are maintained on account until customer leaves Village water and sewer system or is disconnected for non-payment. The current balance of Meter deposits at June 30, 2009 is \$1,655.00.

SINGLE AUDIT SECTION

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

RADIAN L. HENNIGAN
Certified Public Accountant
1503 Goodwin Road, Suite 1
Baton, LA 71270
714-253-0345

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Aldermen
Village of Cheviot
Cheviot, Louisiana 71227

I have audited the general purpose financial statements of Village of Cheviot, Louisiana as of June 30, 2008, and for the two years then ended have issued my report thereon dated December 19, 2009. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Village of Cheviot, Louisiana's general purpose financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts.

However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my test disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards*, which are described in the accompanying schedule of findings and questioned costs as items 2000-1 and 2000-2.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Village of Cheviot, Louisiana's internal control over financial reporting in order to determine auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely

period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended for the information of the audit committee, management, and federal funding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Respectfully,

A handwritten signature in black ink, appearing to read "Radha L. Harnigan".

Radha L. Harnigan
Certified Public Accountant

DW

**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A - 113**

RADIAN L. HENNINGAN
Certified Public Accountant
1903 Goodwin Road, Suite 1
Baton, LA 71270
318-255-9385

**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A - 133**

To the Board of Aldermen
Village of Choudrant
Choudrant, Louisiana 71227

Compliance

I have audited the compliance of Village of Choudrant, Louisiana, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Requirements* that are applicable to the Village of Choudrant, Louisiana's major federal program for the two years ended June 30, 2000. The Village of Choudrant, Louisiana's major federal program is identified in the summary of auditor's results section of the accompanying *schedule of findings and questioned costs*. Compliance with the requirements of laws, regulations, contracts and grants applicable to the federal program is the responsibility of the Village of Choudrant, Louisiana's management. My responsibility is to express an opinion on the Village of Choudrant, Louisiana's compliance based on my audit.

I conducted my audit of compliance in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Village of Choudrant, Louisiana compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on Village of Choudrant, Louisiana compliance with those requirements.

As described in item 2000-3 in the accompanying *schedule of findings and questioned costs*, Village of Choudrant, Louisiana, did not comply with requirements regarding the three day rule in disbursing grant funds. Compliance with such requirements is necessary, in my opinion, for Village of Choudrant, Louisiana, to comply with requirements applicable to that program.

In my opinion, except for the noncompliance described in the preceding paragraph, Village of Choudrant, Louisiana, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the two years ended June 30, 2000.

Internal Control Over Compliance

The management of Village of Choudrant, Louisiana, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered Village of Choudrant, Louisiana internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

This report is intended for the information of the audit committee, management, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Respectfully,



Radley Henriksen
Certified Public Accountant

Choudrant, LA
December 18, 2000

**VILLAGE OF CHOUDRANT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTION COSTS
FOR THE YEAR ENDED JUNE 30, 2009**

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the general purpose financial statements of Village Choudrant, Louisiana.
2. No reportable conditions were disclosed during the audit of the general purpose financial statements.
3. Some instances of noncompliance material to the general purpose financial statements of Village of Choudrant, Louisiana, were disclosed during the audit.
4. No reportable condition was disclosed during the audit of the major federal award program.
5. The auditor's report on compliance for the major federal award program for Village of Choudrant, Louisiana expresses an unqualified opinion.
6. Audit findings relative to the major federal award programs for Village of Choudrant, Louisiana are reported in Part C. of this Schedule.
7. The program tested as a major program included:

Local Community Development Block Grant	14,228
-----------------------------------------	--------
8. The threshold for distinguishing Types A and B programs was \$500,000.
9. Village of Choudrant, Louisiana, was not determined to be low-risk auditee.

B. FINDINGS – FINANCIAL STATEMENTS AUDIT

See Management's Corrective Action Plan items 2009-1 and 2009-2.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

See Management's Corrective Action Plan items 2009-3.

**VILLAGE OF CHOUDRANT, LOUISIANA
MANAGEMENT'S CORRECTIVE ACTION PLAN
For the Years Ended June 30, 2000 & 1999**

SECTION I – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS	
2000-1 The Village of Choudrant has not established the restricted cash accounts required by the 1997 Water Revenue Bond covenant.	These accounts will be established and funded to the required balances.
2000-2 The 1997 Water Revenue Bond covenant stipulates the requirements for the adequacy of water revenues. For the year ended June 30, 1999 this requirement was met. For the year ended June 30, 2000 it was not.	The Board of Aldermen will review the expenses of the Water fund and assess the possible need to increase water rates to adequately fund the operation of the water fund.
SECTION II – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS	
2000-3 In the LCDBG Grant Program for the Five Improvements there was one incident of cash disbursements not being made within three days after the receipt of grant funds.	The Village will more closely monitor the disbursement of grant funds to see that this does not happen in the future.
SECTION III – MANAGEMENT LETTER	
N/A	

VILLAGE OF CHOUDRANT, LOUISIANA
FOR THE YEARS ENDING JUNE 30, 1990 & 1999

QUESTIONED COSTS

There were no questioned costs found.

VILLAGE OF CHOUDBRANT, LOUISIANA
Schedule of Prior Findings
For the Year Ended June 30, 1999

There were no prior year findings.

VILLAGE OF CHOU DRANT, LOUISIANA
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
 FOR THE YEARS ENDED JUNE 30, 2009 AND 1999

GRANT/PROGRAM TITLE	Federal CFDA Number	Grant's Number	Program or Fund Amount	Fund Balance 7/1/09	Fund	
					Revenue	Expenditure
Department of Housing and Urban Development						
Fund through the Division of Administration						
Local Community Development Block Grant Program	14.228	CPM1518048	\$176,438	-	\$173,977	\$ 437,977

The accompanying notes are an integral part of this statement.